

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02353A  
Park Water Company, Inc.  
PO Box 16173  
Phoenix, AZ 85011

**RECEIVED**

APR 16 2008

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2007
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FOR COMMISSION USE

ANN 04	07
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PROCESSED BY:

4-17-08

SCANNED

## COMPANY INFORMATION

Company Name (Business Name) <u>Park Water Company, INC</u>		
Mailing Address <u>PO Box 16173</u>		
<u>Phoenix</u> (City)	<u>AZ</u> (State)	<u>85018</u> (Zip)
<u>602-789-8080</u> Telephone No. (Include Area Code)	<u>602-789-7878</u> Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address <u>PARKWATERCO@COX.NET</u>		
Local Office Mailing Address <u>PO Box 16173</u>		
<u>Phoenix</u> (City)	<u>AZ</u> (State)	<u>85018</u> (Zip)
 Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address _____		

## MANAGEMENT INFORMATION

Management Contact: <u>Patricia O'Connor</u>			<u>President</u>
(Name)			(Title)
<u>3500 E Lincoln Dr. #28</u> (Street)	<u>Phoenix</u> (City)	<u>AZ</u> (State)	<u>85018</u> (Zip)
<u>602-789-8080</u> Telephone No. (Include Area Code)	<u>602-789-7878</u> Fax No. (Include Area Code)	 Cell No. (Include Area Code)	
Email Address _____			
On Site Manager: <u>CLINT ARNDT</u>			
(Name)			
<u>Florence</u> (Street)	<u>Florence</u> (City)	<u>AZ</u> (State)	<u>85232</u> (Zip)
<u>520-251-0679</u> Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Cell No. (Include Area Code)	
Email Address _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: PATRICIA O'CONNOR  
(Name)

3500 E Lincoln #28 PHOENIX AZ 85018  
(Street) (City) (State) (Zip)

602-789-8090 602-789-7878  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: STEVE McCarville  
(Name)

PO Box 228 Florence AZ 85232  
(Street) (City) (State) (Zip)

520-866-5417 520-866-5446  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address \_\_\_\_\_

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |   |  |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S)    | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)        | <input type="checkbox"/> Subchapter S Corporation (Z)                                |
| <input type="checkbox"/> Bankruptcy (B)         | <input type="checkbox"/> Association/Co-op (A)                                       |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                                   |
| <input type="checkbox"/> Other (Describe) _____ |  |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |                                   |   |
|-------------------------------------|-----------------------------------|---|
| <input type="checkbox"/> APACHE     | <input type="checkbox"/> COCHISE  | <input type="checkbox"/> COCONINO         |
| <input type="checkbox"/> GILA       | <input type="checkbox"/> GRAHAM   | <input type="checkbox"/> GREENLEE         |
| <input type="checkbox"/> LA PAZ     | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE           |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA     | <input checked="" type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI  | <input type="checkbox"/> YUMA             |
| <input type="checkbox"/> STATEWIDE  |                                   |   |

COMPANY NAME

Park WATER COMPANY, INC.

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	3000	0	3000
304	Structures and Improvements	1676	1006	670
307	Wells and Springs	60,946	36,703	24,243
311	Pumping Equipment	11,305	6,783	4,522
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	6774	4,065	2709
331	Transmission and Distribution Mains	16,902	10,141	6761
333	Services			
334	Meters and Meter Installations	2,479	1487	992
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>103,082</b>	<b>60,185</b>	<b>42,897</b>

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

PARK WATER COMPANY, INC.

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	3,000	0	0
304	Structures and Improvements	1,676	5	84
307	Wells and Springs	60,946	5	3,047
311	Pumping Equipment	11,305	5	565
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	6,774	5	339
331	Transmission and Distribution Mains	16,902	5	845
333	Services			
334	Meters and Meter Installations	2,479	5	124
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	103,082	5% Composite rate	5004

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
 Acct. No. 403.

COMPANY NAME

PARK WATER COMPANY, INC

**BALANCE SHEET**

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 24,343	\$ 12,850
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	3,772	3,772
146	Notes/Receivables from Associated Companies		15,736
151	Plant Material and Supplies		
162	Prepayments	2,888	1,000
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 31,003	\$ 33,358
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 103,082	\$ 103,082
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	< 55,181 >	< 60,185 >
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 47,901	\$ 42,897
	<b>TOTAL ASSETS</b>	\$ 78,904	\$ 76,255

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

PARK WATER COMPANY, INC

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes	230	
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 230	\$ - 0 -
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 18,564	\$ - 0 -
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ - 0 -	\$ - 0 -
	<b>TOTAL LIABILITIES</b>	\$ 18,564	\$ - 0 -
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	60,110	76,255
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 60,110	\$ 76,255
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 78,904	\$ 76,255

COMPANY NAME PARK WATER COMPANY, INC

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 70,792	\$ 72,076
460	Unmetered Water Revenue		
474	Other Water Revenues	4,415	5,004
	<b>TOTAL REVENUES</b>	\$ 75,207	\$ 77,080
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	6,327	9,720
618	Chemicals		
620	Repairs and Maintenance	17,982	6,586
621	Office Supplies and Expense	1,350	787
630	Outside Services	22,462	27,605
635	Water Testing	1,546	125
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	1,018	1,922
403	Depreciation Expense	5,004	5,004
408	Taxes Other Than Income	4,016	4,033
408.11	Property Taxes	6,183	4,286
409	Income Tax	3,895	385
	<b>TOTAL OPERATING EXPENSES</b>	\$ 69,783	\$ 60,453
	<b>OPERATING INCOME/(LOSS)</b>	\$ 5,424	\$ 16,627
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	827	482
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ < 827 >	\$ < 482 >
	<b>NET INCOME/(LOSS)</b>	\$ 4,597	\$ 16,145



COMPANY NAME

Park Water Company, Inc

**SUPPLEMENTAL FINANCIAL DATA****Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	8-10-04			
Source of Loan	OWNER			
ACC Decision No.	67165			
Reason for Loan	Improve			
Dollar Amount Issued	\$ 37,519	\$	\$	\$
Amount Outstanding	\$ - 0 -	\$	\$	\$
Date of Maturity	8-9-08			
Interest Rate	4.00 %	%	%	%
Current Year Interest	\$ 482	\$	\$	\$
Current Year Principle	\$ 18,564	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 0

Meter Deposits Refunded During the Test Year

\$ 0

COMPANY NAME	Park Water Company, Inc	
Name of System:	ADEQ Public Water System Number: W-02353A	

## WATER COMPANY PLANT DESCRIPTION

### WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
South Well #1	15	75	650	8	2	
North Well #2	20	100	680	8	2	2003

\* Arizona Department of Water Resources Identification Number

### OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5 HP 10 HP @ S. Well #1	2		
7½ HP @ North Well #2	1		
5 HP @ Booster Station	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
12000 GAL @ Booster STA	1	2000	1
25000 GAL @ South Well #1	1	500	1
15,000 GAL @ North Well #2	1	3000	1

**Note: If you are filing for more than one system, please provide separate sheets for each system.**

<b>COMPANY NAME</b> <u>PARK WATER COMPANY, INC</u>	
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b> <u>W-02353A</u>

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2	PVC	1,810
3	PVC	2,820
4	PVC	18,390
5		
6	PVC	6,050
8		
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	
3/4	143
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

**TREATMENT EQUIPMENT:**

CHLORINATOR @ SOUTH WELL #1

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**STRUCTURES:**

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**OTHER:**

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*Note: If you are filing for more than one system, please provide separate sheets for each system.*

K O

502-789-7878

p. 1

COMPANY NAME: Park Water Co. Inc.  
 Name of System: ADEQ Public Water System Number: W02353A

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007**

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	160	791,201	912,700	
FEBRUARY	160	847,292	850,800	
MARCH	159	1,122,347	1,205,000	
APRIL	160	1,016,506	1,167,200	
MAY	160	1,633,188	1,759,900	
JUNE	160	1,442,674	1,592,400	
JULY	160	1,615,845	1,825,700	
AUGUST	160	1,773,521	1,833,600	
SEPTEMBER	160	1,227,919	1,411,600	
OCTOBER	162	1,228,076	1,301,400	
NOVEMBER	162	1,029,746	1,162,600	
DECEMBER	162	777,315	827,500	
TOTALS →		14,551,630	15,900,400	

What is the level of arsenic for each well on your system? .0004 mg/l Well # 1  
 (If more than one well, please list each separately.) .0008 Well # 2

If system has fire hydrants, what is the fire flow requirement? \_\_\_\_\_ GPM for \_\_\_\_\_ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

( ) Yes (X) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

(X) Yes ( ) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

( ) Yes (X) No

If yes, provide the GPCPD amount: \_\_\_\_\_

***Note: If you are filing for more than one system, please provide separate data sheets for each system.***

COMPANY NAME PARK WATER COMPANY, INC YEAR ENDING 12/31/2007

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2007 was: \$ 4285.74

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

VERIFICATION  
AND  
SWORN STATEMENT  
Taxes

RECEIVED

APR 16 2008

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF Arizona  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)
<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>PATRICIA O'Connor - President</u>
COMPANY NAME
<u>Park Water Company, INC</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

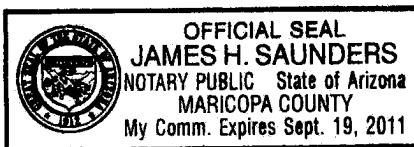
MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2007</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



Patricia O'Connor  
SIGNATURE OF OWNER OR OFFICIAL

602-789-8080  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

14

DAY OF

(SEAL)

COUNTY NAME	<u>Maricopa</u>
MONTH	<u>April</u>
	<u>2008</u>

James H. Saunders  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 9-19-11

COMPANY NAME Park Water Company, Inc YEAR ENDING 12/31/2007

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 16,144  
Estimated or Actual Federal Tax Liability 2,422

State Taxable Income Reported 16,529  
Estimated or Actual State Tax Liability 1,147

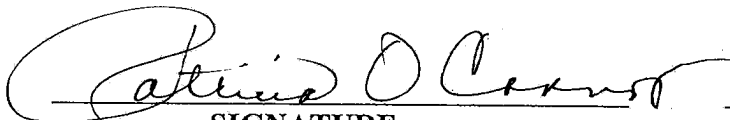
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances —  
Amount of Gross-Up Tax Collected —  
Total Grossed-Up Contributions/Advances —

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

 4/14/08  
SIGNATURE DATE

PATRICIA O'CONNOR President  
PRINTED NAME TITLE

**VERIFICATION  
AND  
SWORN STATEMENT**  
Intrastate Revenues Only

**RECEIVED**

APR 16 2008

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**VERIFICATION**

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE <u>Patricia O'Connor, President</u>
COMPANY NAME <u>Park Water Company, Inc</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

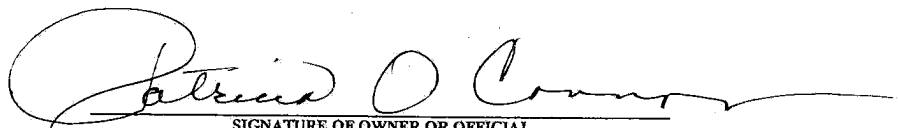
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 72076

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 5004  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL

602-789-8080

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

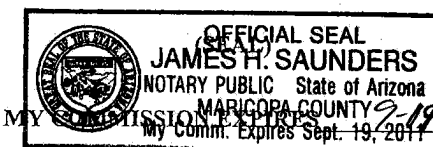
THIS

14<sup>th</sup>

DAY OF

COUNTY NAME <u>Maricopa</u>	
MONTH <u>April</u>	20 <u>08</u>

SIGNATURE OF NOTARY PUBLIC





**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
Intrastate Revenues Only**

**RECEIVED**

APR 16 2008

AZ CORPORATION COMMISSION  
DIRECTOR OF UTILITIES

**VERIFICATION**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>MARICOPA</u>		
NAME (OWNER OR OFFICIAL) <u>PATRICIA O'CONNOR</u>	TITLE <u>President</u>	
COMPANY NAME <u>PARK WATER COMPANY, INC</u>		

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH <u>12</u>	DAY <u>31</u>	YEAR <u>2007</u>
--------------------	------------------	---------------------

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

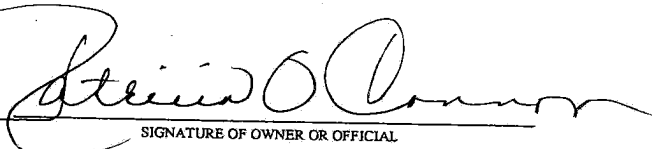
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 72076

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 5004  
IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

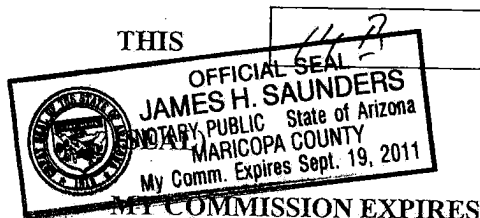
  
SIGNATURE OF OWNER OR OFFICIAL  
602-789-8080  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

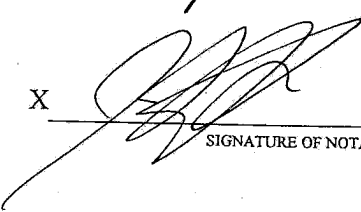
THIS

DAY OF



NOTARY PUBLIC NAME	
COUNTY NAME <u>MARICOPA</u>	
MONTH <u>April</u>	.20 <u>08</u>

X

  
SIGNATURE OF NOTARY PUBLIC